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THE WHITE HOUSE

WASHINGTON

SECRET

May 31, 1977

MEMORANDUM FOR:

THE VICE PRESIDENT

THE SECRETARY OF STATE
THE SECRETARY OF DEFENSE

THE ATTORNEY GENERAL

THE DIRECTOR, OFFICE OF MANAGEMENT AND BUDGET

THE DIRECTOR OF CENTRAL INTELLIGENCE

SUBJECT:

PRM/NSC-11

The attached report has been prepared by a special interagency drafting team for SCC consideration in response to the requirements of Section 3 of PRM/NSC-II. It is intended to provide a reasonable starting point for SCC deliberations that will result in recommendations to the President on the future mission and structure of the Intelligence Community. It should be read in conjunction with the separate reports prepared by the DCI and Attorney General PRM/NSC-II Subcommittees.

The first SCC meeting on PRM/NSC-11 is scheduled for 8 June at 10:00 a.m. in the White House Situation Room. The agenda for this meeting will be:

- a. How to structure the PRM/NSC-11 decisionmaking process
- b. Strategy for dealing with Congress
- c. Views on structural options
- d. Views (time permitting) on "other solutions."

cc: Mr. Lipshutz

Mr. Eizenstat

Zbigniew Brzezinski

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Classified by; Z. Brzezinski

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REPORT

on

PRESIDENTIAL REVIEW MEMORANDUM/NSC-11

INTELLIGENCE STRUCTURE and MISSION

Approved For Release 2000 5/13 CIA-RDP911/00696R000200010006-8

TABLE OF CONTENTS

			Page
I. Object	tives &	Principles for US Foreign Intelligence	r
Α.	Objec		1
в.	Princ		4
	1.	Diversified Service	4
	2.	Pooling Information & Collaborating in Judgment	5
	3.	An Independent Source of Judgment	5
	4.	Readiness for War	- 5
	5.	Efficient Management	5
	6.	Safeguards Against Abuse in Balance with Security	y 7
C.	Intern	ational Environment	7
			en e

II. Probl	em Are	${f as}$	8
	•		• `
Α.	Produ	ction of National Intelligence	8
	1.	Organization Performance	8
	2.	Specific Problems	10
	3.	Causes	11
	7. T.	a. Changing Requirements	11
		b. Producer-User Relationship	11
		c. Communications	12
, a same		d. Balance of Production	12
		e. Intelligence Objectivity vs. Policy	
		Relevance	13
		f. Checks & Balances	13
			14
-	Tuona	g. Personnel Problems lating Intelligence Needs into Collection Tasking	14
В. С.		Authority over Intelligence Elements	16
D.		am/Budget Development & Resource Allocation	17
D.	_	EO 11905	17
	1.	Ambiguities & Their Results	18
	2.		20
	3.	Expectations for the Current Process	
	4.	Dealing with Resource Management Problems	21
		a. Relating Resources to Consumer	22
		Needs & Priorities	22
en e		b. Relating Collection Requirements	
and the second second	Same of the same	to Resources	23

	Page
	-, - ;
c. Identifying Cross-Program Issues &	
Analyzing Them	23
d. Focusing on Longer-Range Intelligence	
Management Problems	23
e. Relating National & Tactical Intelligence	
Needs & Resources	24
E. Counterintelligence	24
1. Nature of the Problem	24
2. Definition of the Threat	25
3. Institutional Responsibility	27
F. Public Trust & Confidence	29
III. Structural Options	
a. The Collectors & Processors of	
Information	31
b. The Providers of Specialized	
Intelligence Services	33
. c. The Producers of "Finished"	
Intelligence	33
A. Modification of E. O. 11905	36
The second secon	37
Option 1: Enhance PRC(I) and DCI Resource Management Authority By Removing	
Ambiguities	
	38
	30
Collegial Review	40
B. Restructuring Options	41
Option 3: Provide DCI Modified Authority Now	
Given to PRC(I) for Resource Allocation	41
Option 4: Full DCI Authority Over Resource	-XI.
Allocation to National Intelligence Entities	45
Option 5: Enhanced DCI Resource Allocation	7.5
Authority Plus Line Authority Over	1 4 4 11
National Collection Programs	46
Option 6: Complete Restructure Intelligence	40
Community (except Departmental analysis	-
and other Departments' Intelligence	100
activities) under line authority of a DFI	

Approved For Release 2004/05/13 CIA RDP9 M00696R000200010006-8

		Option 7: Separate substantive national intelligence and resource allocation functions, assign-	47
		ing former to DCI and latter to SECDEF Option 8: Centralize all NFIP activity under SECDEF	49
1V. (Other	Solutions	50
	- · · · · · · · · · · · · · · · · · · ·		50
1 12	A.	Producer/Consumer Relationships	50
1	в.	Analytical Versatility	
	C.	Communications and Reporting	50
	D.	Collection Tasking	51
	E.	Crisis and War	5)
	F.	Relating Requirements to Resources	51
	G.	Defense Intelligence Management	52
	H.	National/Tactical	52
	I.	Relationship between NFIP and Intelligence-Related	52
		Activities of the Departments and Agencies	
	J.	Public Trust and Confidence and Value of	52
		Confidential Service	
	K.	Covert Action	53
	· L.	Counterintelligence	53



Approved For Release 2004/05/13 : CIA-RDP91M00696R000200010006-8

Approved For Release 2004/05/13 CIA-RDP91M00696R000200010006-8

INTRODUCTION

This report is submitted to the NSC Special Coordination Committee for its consideration in fulfillment of the responsibilities assigned to it by the President in PRM/NSC-11. The report draws on material prepared in support of both the DCI and Attorney General PRM/NSC-11 SCC subcommittee deliberations and reflects extensive written departmental inputs and deliberations within a special senior level Working Group.

The report consists of four principal parts related to each other in the following manner:

- -- Section I, Objectives and Principles for US Foreign Intelligence, provides the essential broad criteria against which any improvement options, especially organizational, ought to be judged. They are what the President should expect from intelligence and are in effect a broad set of guiding principles.
- -- Section II, Problem Areas, then defines and analyzes the basic problem areas within the Intelligence Community in the present organizational, leadership and political environment. It is based on a comprehensive review of US foreign intelligence activities but is not itself a definitive critique. Its purpose rather is to provide enough background on the present performance of the community to comprehend the implications of possible organizational and other changes in terms of their impact on major difficulties encountered by the present system.
- of the present structure, then identifies a representative range of organizational options. It is not intended to be theoretically comprehensive but rather to portray real-world possibilities responsive to the guiding principles and problems previously identified in Sections I and II of this report.
- -- Section IV, Other Solutions, recognizes that while organizational changes may resolve some of the problems associated with the management and operation of the Intelligence Community, there are other problems that will be virtually unaffected by structural change. It identifies certain perennial problems that will require sustained and creative attention by Intelligence managers and on which the President should be kept informed.

Next 157 Page(s) In Document Exempt